

2003**Net Operating Loss (NOL) Computation and NOL and
Disaster Loss Limitations — Individuals, Estates, and Trusts****3805V**

Attach to your California tax return.

Name(s) as shown on return

Social security number

FEIN

Part I Computation of Current Year NOL. If you do not have a current year NOL, go to Part II.**Section A — Individuals, Estates, and Trusts**

1	Adjusted gross income from 2003 Form 540, line 17 or 2003 Long Form 540NR, line 17. If negative, use brackets. Estates and Trusts, begin on line 3	1	
2	Itemized deductions or standard deduction from 2003 Form 540, line 18 or 2003 Long Form 540NR, line 18	2	()
3 a	Combine line 1 and line 2. (Estates and Trusts, enter taxable income, see instructions.) If negative, use brackets. If positive, enter -0- here and on line 27. Do not complete the rest of Section A. You do not have a current year NOL. Complete Part II and Part III if you have a carryover from prior years.	3a	
b	2003 designated disaster loss included in line 3a. Enter as a positive number	3b	
c	Combine line 3a and line 3b. If negative, use brackets and continue to line 4. If zero or more, do not complete the rest of Part I. Enter the amount from line 3b, if any, in Part III, line 3, column (d) and complete Part II and Part III as instructed	3c	
Note: Enter amounts on line 4 through line 26 as if they were all positive numbers. See instructions.			
4	Nonbusiness capital losses	4	
5	Nonbusiness capital gains. See instructions	5	
6	If line 4 is more than line 5, enter the difference; otherwise, enter -0-	6	
7	If line 4 is less than line 5, enter the difference; otherwise, enter -0-	7	
8	Nonbusiness deductions	8	
9	Nonbusiness income other than capital gains	9	
10	Add line 7 and line 9	10	
11	If line 8 is more than line 10, enter the difference; otherwise, enter -0-	11	
12	If line 8 is less than line 10, enter the difference; otherwise, enter -0-	12	
13	Business capital losses	13	
14	Business capital gains. See instructions	14	
15	Add line 12 and line 14	15	
16	If line 13 is more than line 15, enter the difference; otherwise, enter -0-	16	
17	Add line 6 and line 16	17	
18	Enter the loss, if any, from line 8 of Schedule D (540 or 540NR). Estates and Trusts, enter the loss, if any, from line 9, column (c), of Schedule D (541). If you do not have a loss on that line (and do not have an R&TC Section 18152.5 exclusion), skip line 18 through line 23 and enter on line 24 the amount from line 17.	18	
19	R&TC Section 18152.5 exclusion. Enter as a positive number	19	
20	Subtract line 19 from line 18. If zero or less, enter -0-	20	
21	Enter the loss, if any, from line 9 of Schedule D (540 or 540NR). Estates and Trusts, enter the loss, if any, from line 10 of Schedule D (541). Enter as a positive number	21	
22	If line 20 is more than line 21, enter the difference; otherwise, enter -0-	22	
23	If line 21 is more than line 20, enter the difference; otherwise, enter -0-	23	
24	Subtract line 22 from line 17. If zero or less, enter -0-	24	
25	Disaster loss carryovers from prior years. See instructions	25	
26	Add lines 11, 19, 23, 24, and 25	26	
27	Combine line 3c and line 26. If more than zero, enter -0-. You do not have a current year NOL to carryover	27	
28	Enter as a positive number the amount from line 27 that represents losses incurred by a new business and/or an eligible small business. Do not enter more than the amount on line 27	28	
29	Decrease the loss on line 27 by the amount on line 28	29	
30	General NOL. Multiply line 29 by 60% (.60)	30	
31	2003 NOL carryover. Add line 28 and line 30. See instructions	31	

Section B — Nonresidents and Part-Year Residents Only — Computation of Current Year California NOL**Note:** Enter amounts on line 32 through line 37 as if they were all **positive** numbers.

32	Subtract Schedule CA (540NR), line 45 from Schedule CA (540NR), line 42. If the result is a loss, enter the amount here as a positive number. If the result is zero or more, enter -0- here and on line 38 and do not complete the rest of Section B. (You do not have a California NOL.)	32
33	California disaster loss carryover amount from 2003 Schedule CA (540NR), line 21b, column B, plus net capital loss from 2003 Schedule CA (540NR), line 13, column E	33
34	If line 32 is more than line 33, enter the difference; otherwise, enter -0-	34
35	Enter as a positive number the amount from line 34 that represents losses incurred by a new business and/or an eligible small business. Do not enter more than the amount on line 34	35
36	Subtract line 35 from line 34	36
37	General NOL. Multiply line 36 by 60% (.60)	37
38	2003 California NOL carryover. Add line 35 and line 37. See instructions	38

PART II Determine 2003 Modified Taxable Income (MTI). Be sure to read the instructions for Part II.

1	Taxable income. See instructions	1
Note: Enter amounts on line 2 through line 4 as if they were all positive numbers.		
2	Capital loss deduction included in line 1	2
3	Disaster loss carryover included in line 1	3
4	NOL carryover included in line 1	4
5	MTI. Combine line 1 through line 4. If line 5 is zero or less, enter -0-	5

PART III NOL Carryover and Disaster Loss Carryover Limitations. See Instructions.

		(g) Available balance	
1	MTI from Part II, line 5	1	

Prior Year NOLs

(a) Year of loss	(b) Code	(c) Type of NOL* See below	(d) Initial Loss	(e) Carryover from 2002	(f) Amount used in 2003		(h) Carryover to 2004 subtract column (f) from column (e)
2		DIS					
		DIS					
		DIS					
		All other types			SUSPENDED		

Current Year NOLs

3	2003	22 and/or 23	DIS				
4	2003						
	2003						
	2003						
	2003						

***Type of NOL:** General (GEN), New Business (NB), Eligible Small Business (ESB), Title 11 (T11), or Disaster (DIS).

5	NOL carryover. Add the carryover amounts in column (h) that are not the result of a disaster loss	5
6	Disaster loss carryover. Enter the total loss carryover amounts in column (h) that are the result of disaster losses	6